

## **WORKING PRINCIPLES OF THE AUDIT COMMITTEE OF ANATOLIA TANI VE BİYOTEKNOLOJİ ÜRÜNLERİ ARAŞTIRMA GELİŞTİRME SANAYİ VE TİCARET A.Ş.**

### **1. ORGANIZATION**

An Auditing Committee ("**Committee**") has been established during the Board Meeting of Anatolia Tanı ve Biyoteknoloji Ürünleri Araştırma Geliştirme Sanayi ve Ticaret Anonim Şirketi ("**Company**") dated 05/07/2021 with the number 17 within the scope of the provisions of Corporate Governance Principles under the Corporate Governance Communiqué (II-17.1) ("**Communiqué**") and Directive of Borsa İstanbul A.Ş. on The Duties and Working Principles of the Auditing Committee, in order to ensure the sound supervision of our Company's financial and operational activities.

### **2. PURPOSE**

The Committee was established to monitor the functioning of the accounting and reporting systems in our Company within the framework of the relevant laws and regulations, the disclosure of financial information to the public, the functioning and effectiveness of the independent audit and internal control system.

These principles have been established within the framework of the regulations, provisions and principles of the Turkish Commercial Code, the capital market legislation and the Corporate Governance Principles included in the Communiqué.

### **3. DUTIES AND RESPONSIBILITIES OF THE COMMITTEE**

- 3.1. Overseeing the Company's accounting system, public disclosure of financial information, independent auditing, and the operation and effectiveness of the Company's internal control and internal audit system,
- 3.2. Selection of the independent auditing companies, preparation of independent audit contracts and initiation of the independent audit process, and execution of the independent audit firm's work at every stage under the supervision of the Committee. In addition, taking the necessary measures to carry out all kinds of internal and independent audits in a sufficient and transparent manner,
- 3.3. Determining the independent audit company from which services will be obtained and the services to be received from these institutions and submitting them to the approval of the board of directors,
- 3.4. Determining the methods and criteria to be applied for examining and concluding the complaints received by the Company regarding the Company's accounting and internal control system and independent auditing, evaluating the Company's employees' reports on accounting and independent auditing issues within the framework of the confidentiality principle,
- 3.5. Obtaining the opinions of the Company's responsible managers and independent auditors regarding the compliance and accuracy of the annual and interim financial statements and footnotes to be disclosed to the public based on the rules brought by the legal regulations and

international accounting principles and standards, the accounting principles followed by the Company, and the management, together with their own assessments. notification in writing to the board,

- 3.6. At the meetings to be held following the publication of the related quarterly financial statements, examining the related party transactions carried out pursuant to the continuous related party transaction, whose annual approval was obtained in the said period, and presenting a report to the board of directors after the annual review of the related party transactions,
- 3.7. Observing compliance with the internal regulations of the Company to prevent conflicts of interest that may arise between the members of the board of directors, senior management or other related parties and the misuse of information within the scope of trade secrets or that may affect the value of the Company's shares, and
- 3.8. Fulfilling other duties assigned/to be assigned to the Committee by the Capital Markets Board regulations and the Turkish Commercial Code.

#### **4. STRUCTURE OF THE COMMITTEE**

- 4.1. The committee consists of at least 2 (two) members. All members of the committee must be independent board members.
- 4.2. If the committee consists of two members, both of them, and if there are more than two members, the majority of the members must be non-executive board members. Chief executive officer/general manager cannot take part in the committee.
- 4.3. Experts who are not members of the Board of Directors cannot be members of the Committee.
- 4.4. All kinds of resources and support required for the Committee to fulfill its duties are provided by the Board of Directors. The committee may invite any manager it deems necessary to its meetings and take their opinions. The Committee benefits from the opinions of independent experts on the issues it deems necessary regarding its activities. The cost of consultancy services required by the Committee is covered by the Company.
- 4.5. The committee meets at least four times a year, at least once every three months, and the meeting results are recorded in the minutes and the decisions taken are presented to the board of directors.
- 4.6. The activities of the Committee and the meeting results are explained in the annual report.
- 4.7. The Committee immediately notifies the Board of Directors in writing of its findings regarding its field of duty and responsibility, as well as its evaluations and suggestions on the subject.
- 4.8. When the new board of directors is elected at the ordinary general assembly meeting, the relevant board of directors determines the members of the Committee in parallel with the term of office. The duties of the former Committee members continue until new ones are elected in their place.

- 4.9. The committee convenes with the participation of one more than half of the members and takes decisions with the majority of the attendees. In case of equality of votes, the decision is taken in line with the vote of the Chairman of the Committee.
- 4.10. Committee meetings can be held at the Company headquarters or any other place where Committee members have easy access.
- 4.11. The Committee's decisions are advisory to the Board of Directors, and the final decision maker on related matters is the Board of Directors.

## **5. EFFECTIVE DATE**

This regulation and related amendments regarding the duties and working principles of the Committee shall enter into force with the decision of the board of directors.